# GOVERNMENT OF INDIA
# FINANCE
# LOK SABHA

UNSTARRED QUESTION NO:2768
ANSWERED ON:19.12.2003
INDUSTRIAL FINANCE CORPORATION OF INDIA
VILAS BABURAO MUTTEMWAR

**Will the Minister of FINANCE be pleased to state:**

(a) whether the Industrial Finance Corporation of India (IFCI) offloaded3.03 crores equity shares of Welspun Gujarat Stahi Rohern Limited constituting to 21.75 percent of its holding in the B.K. Goenka controlled company;

(b) if so, the price at which the shares were sold;

(c) whether the IFCI propose to sell shares of some of the other companies so as to recover the loans advanced to them; and

(d) if so, the details thereof?

## Answer

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI ANANDRAO V. ADSUL)

(a) & (b): Yes, Sir. The IFCI Limited off-loaded shares through screen basedsecondary market operations of National Stock Exchange (NSE) at a price of Rs.27.05 per share.

(c) & (d): Defaulted loans are converted into equity and in some cases, conversion of loans into equity is also made in terms of the covenants of the Loan Agreements. Shares are sold on strict commercial considerations from the investment portfolio. During 2002-03, sale of equity shares out of conversion amounted to Rs.12.09 crore. During the current year upto 30.9.2003, sale of equity shares out of conversion amounted to Rs.5.87 crore.